

DEPARTMENT OF FINANCIAL INSTITUTIONS
MINUTES OF MEETING
NOVEMBER 14, 1991, 2:00 PM EST

The Members of the Department of Financial Institutions met at 2:00 p.m., EST, at 402 West Washington Street, Room W-066, Indianapolis, Indiana, on Thursday, November 14, 1991. Members present were Messrs. Mark Hasten, presiding, W. Paul Wolf, Eugene H. Deutsch, John M. House, Douglas Grant, Daniel Leitch, III, and Mrs. Dee L. Godme. Also present were Director Charles W. Phillips; Deputy Director Donald E. Husk, C.F.E., Depository Institutions; Randall L. Rowe, Bank Supervisor; James M. Cooper, Administrative Assistant; John J. Schroeder, Senior Bank Analyst; Burl H. Thornton, Bank Analyst; Felix Maduanwusu, Bank Analyst; Bill Shrewsberry, Executive Assistant, Governor's Office; Jay Gibbs, Attorney General's Office; and, Janice L. Davis, Executive Secretary.

I. EXECUTIVE SESSION

A. A continuing review of information obtained during recent examinations and capital plans of the following institutions:

- 1.) English State Bank, English, Crawford County
- 2.) Gateway Bank, Indiana, LaGrange, LaGrange County
- 3.) Farmers State Bank, Lanesville, Harrison County
- 4.) Marengo State Bank, Marengo, Crawford County
- 5.) Worthington State Bank, Worthington, Greene County

This information is confidential as provided in I.C. 28-1-2-30. This aspect of the Executive Session is authorized by I.C. 5-14-1-5.6(A)(6).

B. Information regarding Wayne Employees Credit Union, Richmond, Wayne County, Indiana. This information is confidential as provided in I.C. 28-1-2-30.

C. Update on personnel matters. This aspect of the Executive Session is authorized by I.C. 5-14-1.5-6(B)(8).

II. PUBLIC SESSION

A.) Attendance

B.) It was noted that the next Members' Meeting is December 12, 1991, at 9:00 a.m. EST.

C.) Upon motion made by Mr. House and seconded by Mrs. Godme the minutes of the meeting held October 10, 1991, were unanimously approved.

D.) Action taken under Executive Session:

1. English - no action was taken.
2. LaGrange- no action was taken.
3. Lanesville- no action was taken.
4. Marengo- no action was taken.
5. Worthington- The following motion was made by Mr. Deutsch. Mr. Chairman, having been fully advised and having reviewed all financial information concerning The Worthington State Bank, I move as follows:

a. That the Department finds that The Worthington State Bank, Worthington, Greene County, Indiana, is insolvent and is in an unsafe and unsound condition;

b. That the Department order the taking possession of The Worthington State Bank, Worthington, Indiana;

c. That the Department appoint the Federal Deposit Insurance Corporation as the receiver; and,

d. The Department petition the Circuit Court of Greene County to confirm the Federal Deposit Insurance Corporation as the receiver all as provided for by I.C. 28-1-3.1-1 and following.

The motion was seconded by Mr. Wolf and was unanimously approved.

6. Richmond- no action was taken.

E.) No action was taken regarding personnel matters.

DIVISION OF BANKS AND TRUST COMPANIES

- 1.) A request for approval for Citizens State Bank, Waterloo, Dekalb County, Indiana, to merge with and into Auburn State Bank, Auburn, Dekalb County, Indiana. Fort Wayne National Corporation, Fort Wayne, Allen County, Indiana is a multi-bank holding company which owns 100% of the common stock of both institutions. The merger agreement provides that the outstanding shares of stock of Citizens State Bank, Waterloo, will be cancelled upon consummation of the merger. The offices of the surviving institution will be as follows:

Present main office of Auburn State Bank will be the surviving main office at 101 North Main Street, P.O. Box 229, Auburn, Indiana. Former main office of Citizens State Bank, Waterloo, will become a branch banking office located at 280 North Wayne Street, P.O. Box 7, Waterloo, Indiana. Upon motion made by Mr. Grant and seconded by Mr. Wolf, the merger was unanimously approved.

- 2.) A request for approval of Summit Bank of South Bend, St. Joseph County, Indiana, to merge with and into Summit Bank, Ft. Wayne, Allen County, Indiana. Summcorp, Fort Wayne, Allen County, Indiana, is a multi-bank holding company which owns 100% of the common stock of both institutions. The merger agreement provides that the outstanding shares of stock of Summit Bank, South Bend, will be cancelled upon consummation of the merger. After the merger, the following offices will be operational:

BANKING OFFICES

Summit Bank, Fort Wayne, Indiana

Main Office - One Summit Square, Fort Wayne, Indiana 46801

1. Waynesdale Branch - 2601 Lower Huntington Rd., Ft. Wayne, IN.
2. Southgate Plaza Branch - 204-206 Southgate Plaza, Ft. Wayne, IN.
3. North Anthony Branch - 3308 North Anthony Blvd., Ft. Wayne, IN.
4. Bluffton Road Branch - 1838 Bluffton Road, Ft. Wayne, IN.
5. East State Branch - 3101 East State Street, Ft. Wayne, IN.
6. New Haven Branch - 321 Lincoln Highway East, New Haven, IN.
7. Glenbrook North Branch - 4201 Coldwater Road, Ft. Wayne, IN.
8. Southtown Mall Branch - 7800 South Anthony Blvd., Ft. Wayne, IN.
9. Times Corner Branch - 5944 West Jefferson Blvd., Ft. Wayne, IN.
10. Fairfield Branch - 3304 Fairfield Avenue, Ft. Wayne, IN.
11. St. Joe Road Branch - 5767 Joe Road, Ft. Wayne, IN.
12. White Swan Branch - 9105 Lima Road, Ft. Wayne, IN.
13. Georgetown Square Branch - 6750 East State, Ft. Wayne, IN.
14. Northwood Branch - 6225 Stellhorn Road, Ft. Wayne, IN.
15. Washington Square Branch - 6141 N. Clinton Street, Ft. Wayne, IN.
16. Park West Branch - 3710 W. Jefferson Blvd., Ft. Wayne, IN.
17. St. Mary's Branch - 2201 St. Mary's Avenue, Ft. Wayne, IN.
18. Huntington Branch - 1501 N. Jefferson Street, Huntington, IN.

19. Kendallville Branch - Publix Village Square, Kendallville, IN.
20. Village at Coventry - 5745 Falls Drive, Ft. Wayne, IN.

Summit Bank of South Bend, South Bend, IN.

Main Office - (To be branch of merged bank) - 125 West Colfax Ave., South Bend, Indiana, 46601. A motion was made for approval by Mr. Grant and seconded by Mr. House. The merger was unanimously approved.

3. A request by Lafayette Bank and Trust Company, Lafayette, Tippecanoe County, Indiana, for approval to reduce the amount of reserve for securities as provided in Bank and Trust Companies Regulation B-9. Upon motion made by Mr. House and seconded by Mr. Wolf, the request was unanimously approved.

DIVISION OF CREDIT UNIONS

1. A request by Indiana Glass Employees Credit Union, Dunkirk, Jay County, Indiana, for permission to merge into Portland Forge Employees Federal Credit Union, Portland, Jay County, Indiana. A motion for approval was made by Mrs. Godme and seconded by Mr. Leitch. The request was unanimously approved.

DIRECTOR'S COMMENTS

- A.) In compliance with Department Policy dated August 13, 1987, Peoples Loan and Trust Bank, Winchester, Randolph County, Indiana, has notified the Department that they intend to establish Platco Realty Corporation as a wholly owned subsidiary of Peoples Loan and Trust Bank. The Plato Realty Corporation is now an affiliate of the bank and both are owned by Winchester Bancorporation. The applicant's management states that upon the transfer of Platco interests (affiliate of the bank) to the bank's wholly owned subsidiary, the new realty corporation (Platco Realty Corporation) will be dissolved and its assets will be directly owned by Peoples Loan and Trust Bank. This transaction will result in the bank owning all of the land and buildings used in the convenient transaction of its business. Also, the transfer will result in a capital infusion to Peoples Loan and Trust Bank, of approximately \$358,000.00. This item was for informational purposes only.
- B.) Society Bank, South Bend, St. Joseph County, Indiana, has notified the Department that they intend to close their North Judson Branch located on Route 10, North Judson, Starke County, Indiana on December 13, 1991, at 5:00 p.m. Notice of the closing was published on October 30, 1991. This item was for informational purposes only.
- C.) Society Bank, Indiana, South Bend, St. Joseph County, Indiana, has notified the Department that they propose to close their Leiters Ford Branch located at Main and River Streets on December 6, 1991, at 4:00 p.m. Notice of the closing was published on October 30, 1991. This item was for informational purposes only.
- D.) The Director advised the Members of actions taken pursuant to delegated authority.

CERTIFICATION

The Department certifies that the business discussed in the Executive Session was limited only to business which was set out in the Department's Notice of Meeting and Agenda under the heading, Executive Session.

There being no further business to come before the Members, the meeting was adjourned.

An account of the informal discussion held with the Members and Charles Phillips will follow separately after finalization.

APPROVED:

ATTEST:
